

REVENUE
AND
FINANCE

CHAPTER III—REVENUE AND FINANCE.

(i) Revenue and Finance.

Statements showing (i) the Receipts and Expenditure of the State, and (ii) the Demand, Collection and Balance under the principal heads of Revenue for the year 1950-51 are given in Appendix I.

General
Summary.

208. The total Revenue realised during the year 1950-51 was Rs. 1,337.90 lakhs and the net expenditure met out of Revenue was Rs. 1,268.57 lakhs, resulting in a net surplus of Rs. 69.33 lakhs.

209. The total Receipts and Disbursements for the year including Service and Debt heads were Rs. 2,216.97 lakhs and Rs. 1,830.27 lakhs, respectively, and the year closed with a cash balance of Rs. 427.92 lakhs.

210. In comparing the Revenue Receipts and Service Expenditure during the year (1950-51) with those of the previous year (1949-50), it has to be borne in mind that the year 1949-50 included only 9 months, i.e., July 1949 to March 1950. Consequently, increases appear under almost all the heads and only large variations are therefore explained.

Revenue
Receipts.

211. As compared with the previous year, considerable increases appear under "A1" "Mining Royalty and Leases" (22.08 lakhs), due to better realisations under 1. Royalty on Gold and 2. Contribution to Government from the net Surplus of Mining Companies under the new Agreement and under 'B' Forest Revenue (54.02 lakhs) "Sandal Oil" and, "Timber." Income-tax, Special Excise Duties and Railways have become Central Subjects with effect from April 1950 and there are, therefore, no receipts under these heads during the year 1950-51. The amount (18.56) shown against F. 1. Mis. Taxes relates entirely to Betting Tax.

212. The large increase of 73.80 lakhs under F. 7. Miscellaneous is due to certain special receipts as noted below:—

(i) 15.86 lakhs on account of Excise Duty on Cigarettes realised in the Civil and Military Station during 1947-48 and passed on to the State by the Accountant-General, Madras, in his accounts for June 1950, (ii) 5.46 lakhs being the amount payable to the Mysore Government from

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the proceeds of the Match Excise Duty pool for the period 15th August 1947 to 31st March 1948 passed on by the Accountant-General, Madras, in the accounts for July 1950, (iii) 6·57 lakhs being Excise Duty on Mysore Tobacco for the year 1949-50 passed on by the Accountant-General, Madras in his accounts for August 1950, and (iv) 45·21 lakhs being the accumulated balance of the Surplus Revenue of the Assigned Tract till the period ending 25th July 1947 included in the accounts of the Accountant-General, Madras for March 1951. The increase of 38·78 lakhs under 'G' Mis. 5. Agriculture, etc., is mainly due to the adjustment of the Central Government Grants and bonus against the expenditure incurred by the Food Production Department on Grow More Food Schemes as 'receipts' instead of as "reduction of expenditure." This is to some extent set off by a decrease of 9·25 lakhs under 2 (iii) "Interest on Investments" on account of the sale of Securities during the year.

213. The large increase under 'A' Revenue Collection charges (36·11 lakhs) is due to the fact that the accounts for 1949-50 do not include charges on account of remuneration to shanbhogs and patels payable in the month of June, as the year closed on 31st March 1950. Civil List and Army became Central subjects with effect from April 1950 and no expenditure was incurred by the State under these heads. The small expenditure booked during the year under Army relates purely to Non I.S.F. Units retained by the State. Under 'H' Miscellaneous large increases appear due to increased expenditure under Agriculture (87·22 lakhs) and Rural Development (30·92 lakhs) and reduction in the amount of expenditure met from Funds (142·88 lakhs). No contributions to Funds were made during the year.

214. The capital outlay during the year was less than that of the previous year, under all the Major Heads, except "Irrigation works not met from Revenue."

215. The net incoming (174·98 lakhs) under Investment Account was due to the sale of Securities. Under 'Unfunded Debt', there was a net incoming of 45·53 lakhs under Insurance and Provident Funds, 57 lakh under Savings Bank Deposits and 272·84 lakhs under Endowment and other accounts. The last item includes Loans from the Central Government for Capital works (200·00 lakhs) and for Grow More Food Schemes (69·50 lakhs).

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216. There was a net incoming of Rs. 38·10 lakhs under Reserve and Depreciation Funds and of 42·75 lakhs under "Local and Other Funds." The net incoming of Rs. 131·78 lakhs under Advances was mainly the net result of the transactions under the three principal adjusting accounts, *viz.*, (1) Adjusting account with Railways (33·49 lakhs), (2) Adjusting account between Central and State Governments (109·77 lakhs), and (3) Inter-State Suspense (3·63 lakhs). The heavy net out-going of Rs. 194·30 lakhs under "Suspense" comprises a net out-going of (1) 59·43 lakhs under "Account of State transactions outside the State" and (2) 151·88 lakhs under Account Current with the Accountant-General, Madras (Suspense Account with the Accountant-General, Madras, 59·85 lakhs, Civil Station Treasury—27·82 lakhs and Jamakarch Account 64·21 lakhs) with a net incoming of Rs. 17·01 lakhs under Suspense proper. The net out-going of Rs. 6·40 lakhs under Loans was mainly due to the Grant of Loans to the Mysore Radio and Electricals Manufacturing Company, Ltd., to the extent of Rs. 6 lakhs.

(ii) Excise.

Distillery.

217. The Mysore Sugar Company, Ltd., Mandya, continued to be the manufacturing contractors for the supply of liquors to the State. Their contract for the supply of liquors was extended for a period of two years from 1st July 1950.

A. Molasses Arrack ... 10 As. per gallon.

B. Special Liquors.—

1. Rs. 3-8-0 per gallon (naked) manufactured from jaggery spirits.
2. Rs. 3-7-0 per gallon (naked) manufactured from Molasses arrack.
3. Rs. 5-0-0 bottling charges per gallon in quart bottles.
4. Rs. 10-0-0 bottling charges per gallon in pint bottles.
5. Rs. 4-0-0 packing charges per case containing not less than six gallons in pints or eight gallons in quarts.

218. The rate of ten annas per gallon of molasses arrack of 35° U.P. payable to the Mysore Sugar Company, Ltd., was continued for a further period from 1st April 1950 to 30th June 1951.